

**STATE OF ALASKA
DEPARTMENT OF NATURAL RESOURCES
STATE PIPELINE COORDINATOR'S OFFICE
411 WEST 4TH AVENUE, SUITE 2C
ANCHORAGE, ALASKA 99501
(907) 257-1300**

PUBLIC NOTICE UNDER AS 38.35.070

The Commissioner of the Department of Natural Resources, pursuant to Alaska Statute (AS) 38.35.070, hereby gives notice that Petro Star, Inc. submitted an application dated May 2005 on May 27, 2005, in accordance with the Alaska Right-of-Way Leasing Act, AS 38.35.050, for the proposed Dayville Road Pipelines right-of-way leases.

Petro Star, Inc. proposes to construct three pipelines to transport refined petroleum products. The proposed three parallel lines will originate at Petro Star, Inc.'s Valdez refinery located at mile 2.5 Dayville Road in Valdez, Alaska to a proposed berthing dock located south of the refinery. The proposed dock would be located on tidelands owned by the City of Valdez. Since the tidelands are not owned by the State, the area of the project located within the tidelands will not be authorized by this proposed request. The proposed pipelines are 14 inches in diameter and each pipeline will be capable of transporting 5,040,000 gallons per day, for a total of 15,120,000 gallons per day for the pipeline system. Fuel flow is planned to be intermittent and not consistent. Refined petroleum products proposed to be transported include diesel, Jet A, JP-5, JP-8, gasoline and naphtha.

The proposed pipelines are each approximately 10,400 feet in length, with approximately 8,450 feet of the pipelines located on State lands. The State lands that are requested for the pipeline right-of-way leases are within the Dayville Road right-of-way within Sections 14, 15 and 16, Township 9 South, Range 6 West, Copper River Meridian, Fourth Judicial District, State of Alaska.

Proposed construction is planned to begin in the Summer of 2006 with project completion by Summer of 2007. Petro Star, Inc. requests a 50-foot wide right-of-way for construction of the pipelines with a 23-foot wide permanent right-of-way. During construction, the applicant requests approximately 9.7 acres of State lands and approximately 4.5 acres for the permanent right-of-way. The proposed request follows the Dayville Road right-of-way underlying the proposed bike path.

In accordance with AS 38.35.200(a), a person will have standing to seek judicial review of a decision of the Commissioner of the Department of Natural Resources on this application only if: (1) the person is an applicant, competing applicant, or a person who has a direct financial interest affected by the lease that is the subject of this notice of application; and (2) the person delivers a written objection to the application to the State Pipeline Coordinator's Office not later than 60 days from the date of initial publication of this notice, which is 5:00 PM, September 26, 2005.

Pursuant to AS 38.35.070(3), copies of the application will be furnished at cost to persons requesting them from the State Pipeline Coordinator's Office, Monday through Friday, 8:00 AM to 5:00 PM. Any comment, objection, or expression of interest pertaining to the proposed action must be submitted in writing to the State Pipeline Coordinator's Office at the above address.

The State of Alaska, Department of Natural Resources, State Pipeline Coordinator's Office, complies with Title II of the Americans with Disabilities Act of 1990. Individuals with disabilities who may need auxiliary aids, services, or special modifications to participate in this review may call (907) 257-1300 or 269-8411 TTY/TDD. Please provide sufficient notice in order for the Department to accommodate your needs.

The State Pipeline Coordinator's Office reserves the right to waive technical defects in this publication.

/s/ Frederick M. Thompson
Acting State Pipeline Coordinator

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